

Original sponsor: Chatterton

Offered: 3/13/79
Referred: Rules

1 IN THE HOUSE

BY THE RESOURCES COMMITTEE

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CS FOR SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 123

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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ELEVENTH LEGISLATURE - FIRST SESSION

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A BILL

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For an Act entitled: "An Act relating to assessment of property used in connection with exploration for gas or oil; and providing for an effective date."

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

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* Section 1. AS 43.56.060(c) is amended to read:

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(c) The full and true value of taxable property used or committed by contract or other agreement for use in the exploration for gas or unrefined oil, or in the operation or maintenance of facilities for the exploration for gas or unrefined oil, is the estimated price which the property would bring in an open market and under the then prevailing market conditions in a sale between a willing seller and a willing buyer both conversant with the property and with prevailing general price levels. However, the cost of transportation may not be included as an element of the estimated price of tangible personal property if

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(1) the property is of a type normally moved from site to site during its useful life; and

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(2) the estimated price is determined by a method other than the use of comparable sales.

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* Sec. 2. This Act takes effect January 1, 1980.

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